

EPA Efforts to Reduce Emissions of Non-CO2 Gases

Presentation for the UNFCCC Mitigation Workshop on Non-CO2 Gases December 7, 2007





Overview

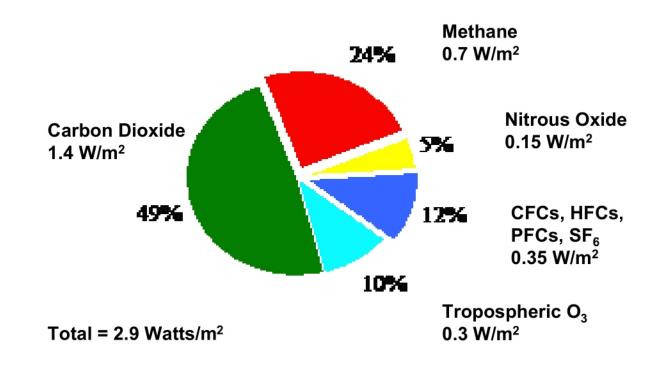
- Importance of the Non-CO2 GHGs
- US Emissions and Mitigation Options
- EPA Efforts to Reduce Non-CO2 Gases
 - High GWP Gases
 - Methane
- Global Opportunities: The Methane to Markets Partnership
- Concluding Thoughts





Non-CO2 Gases Play an Important Role

Anthropogenic Emissions of Non-CO2 Gases have been important contributors to an enhanced Greenhouse Effect Since Pre-Industrial Times

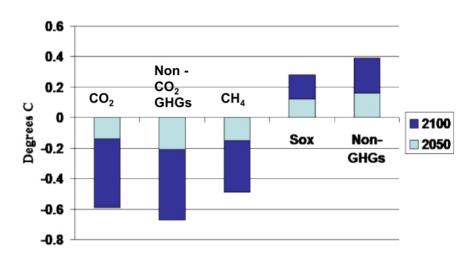






Non-CO2 Reductions Offer Important Climate and Economic Benefits

- Near-term Climate Benefits
 - "Looking to likely emissions over the next half century, it is also the case that feasible reductions in emissions of methane and other non-CO₂ gases can make a contribution to slowing global warming that is as large or even larger than similar reductions in CO₂ emissions." - MIT, 2003
- Mitigation cost are lower than for energy-related CO2
- The result a large portfolio of mitigation options and the potential for reduced costs for a given climate policy objective

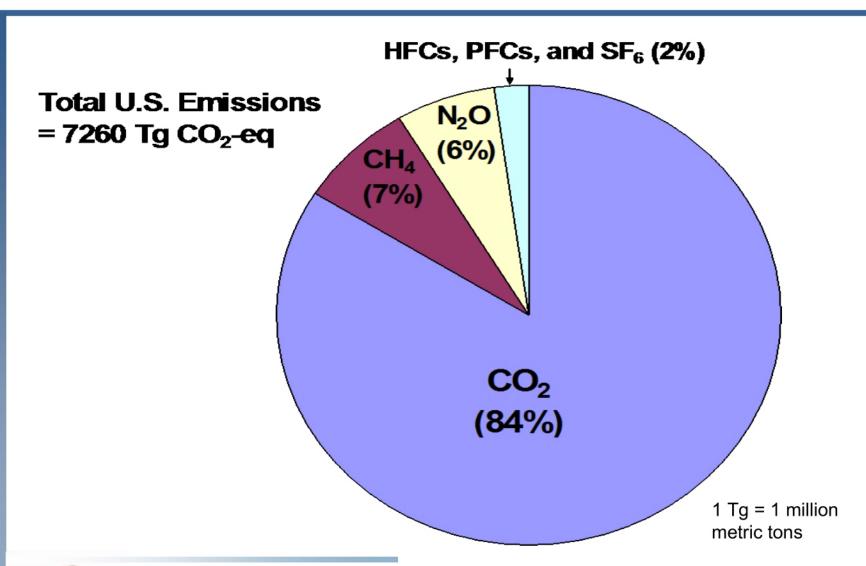


Impact of a 50% reduction from BAU in 2050, maintained to 2100



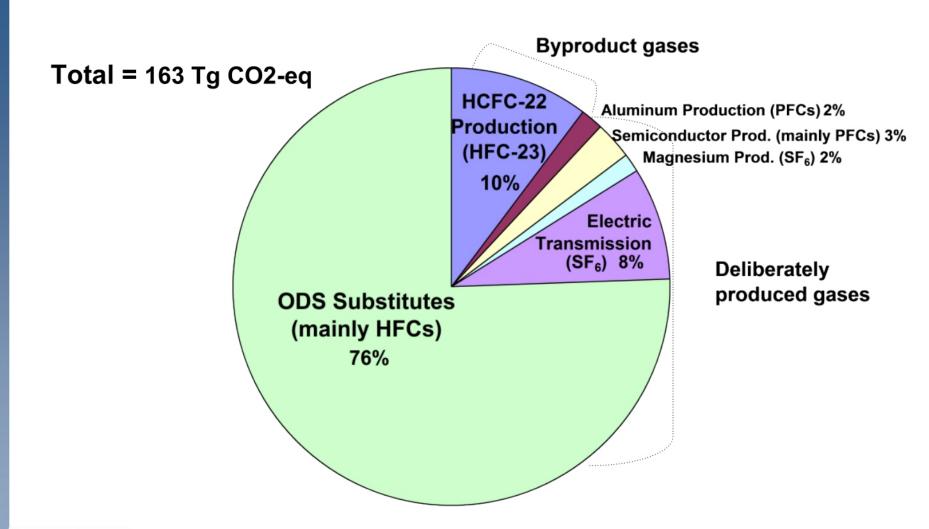


U.S. GHG Emissions (2005)





U.S. Emissions of Fluorinated Gases (2005)







High GWP Mitigation Opportunities

Source Key Technology

Aluminum Reduce anode effects

Magnesium Improved process management, SF6

substitutes

Electric Power Improved gas handling, recycling, new

equipment

Semiconductors Improved process management, thermal

destruction, alternative chemicals

HFC-23 Improved process management, thermal

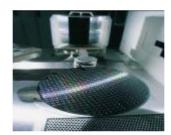
destruction

ODS Substitutes Improved gas management, alternative

chemicals







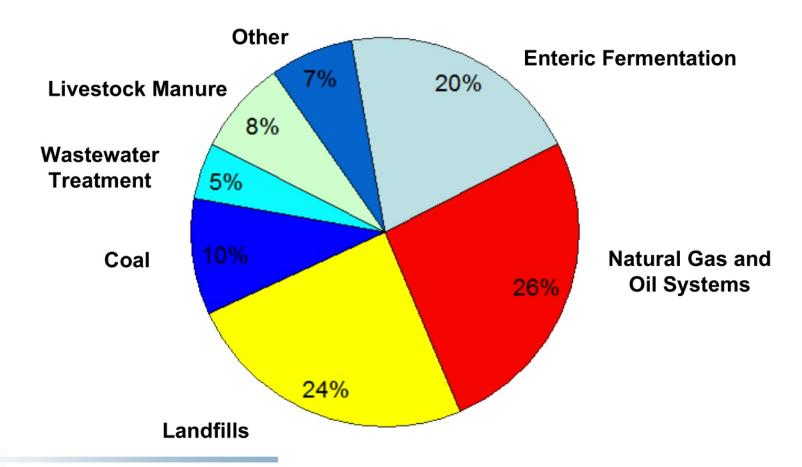






U.S. Emissions of Methane (2005)

Total = 539 Tg CO2-eq







Methane Mitigation Opportunities

| Source | Kev T | echno | logies |
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Landfills Methane recovery and combustion (i.e., power

generation, industrial uses, flaring)

Coal Mines Methane recovery and combustion, flaring,

ventilation air use

Gas/Oil Use of low-bleed equipment, and better

Systems management practices

Livestock Waste Methane collection from anaerobic digestors

and combustion (power, flaring)

Ruminant Improved production efficiency through better

Livestock nutrition and management

Rice Production Water management, organic supplements













EPA's Efforts to Reduce Emissions of Non-CO2 Gases

Public-private partnership programs target major sources

Landfill Methane Outreach

Program

Coal Mine Methane Outreach

Program

Natural Gas STAR

AgSTAR

Voluntary Aluminum Industrial

Partnership

Semiconductor Partnership

Utility SF6 Partnership

Magnesium Partnership

HFC-23 Reduction

Partnership

HFCs in Mobile Air

Conditioning

Avoid High GWP Emissions by stratospheric ozone regulation

Refrigerants (no venting, mandatory recovery and recycling) ODS Substitutes "SNAP" Program (Ban or limit use where more environmentally friendly substitutes exist)





High-GWP Partnerships

Sectors: Aluminum, Magnesium, Semiconductors, Electric Power, Mobile Air Conditioning, and HFC and HCFC producers









EPA Partnership Goals:

- ✓ Mobile Air Conditioning Partnership Reduce HFCs 50% and improve fuel-efficiency by 30%
- ✓ PFC Reduction Partnership for the Semiconductor Industry Reduce PFCs 10% below 1995 by end of 2010
- ✓ Voluntary Aluminum Industrial Partnership Reduce direct carbon intensity by 53% below 1990 levels by 2010
- ✓ SF₆ Emissions Reduction Partnership for the Magnesium Industry

 Phase out SF₆ by end of 2010





Methane Partnerships

Natural Gas STAR

- over 100 companies (57% of industry) in program
- Since 1993, companies have reported reductions of 63 MMTCE, valued at over \$4.2 billion USD.

Coalbed Methane Outreach Program

- 80% of mine degasification CH4 is used (up from 25% in 1993)
- industry effort to demonstrate use for ventilation air methane

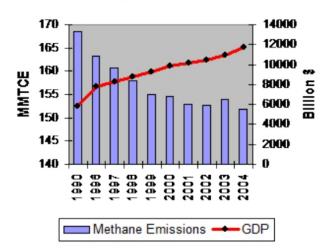
Landfill Methane Outreach Program

- Over 425 US projects -- tripled since 1994
- Strong corporate interest in use of landfill gas

AgSTAR

 Since 1994, the number of biogas recovery systems has doubled; over 180 projects generating about 300 million kWh per year.

Changes in US Methane Emissions and Economic Growth 1990 - 2004















General EPA Program Approach

- Understand the Fundamentals
 - Emission Sources
 - Mitigation Technologies
 - Cost and Benefits
- Identify the Barriers to Adoption
 - If technologies are profitable, why aren't they being implemented?
 - Can EPA assist in overcoming the barriers?
- Design programs that address the barriers
 - MOU Approaches
 - General Outreach Approaches
- Routinely measure, monitor and report progress
 - Internal programmatic assessment
 - External communication





Common Barriers

- Unaware of emission levels, environmental consequences
- The "common wisdom" of the industry
- Steep learning curve to understand and assess mitigation technologies
- Unaware of other project benefits
- Hard to find project partners, financing
- Difficult to get management acceptance of new approaches
- Legal/Regulatory issues





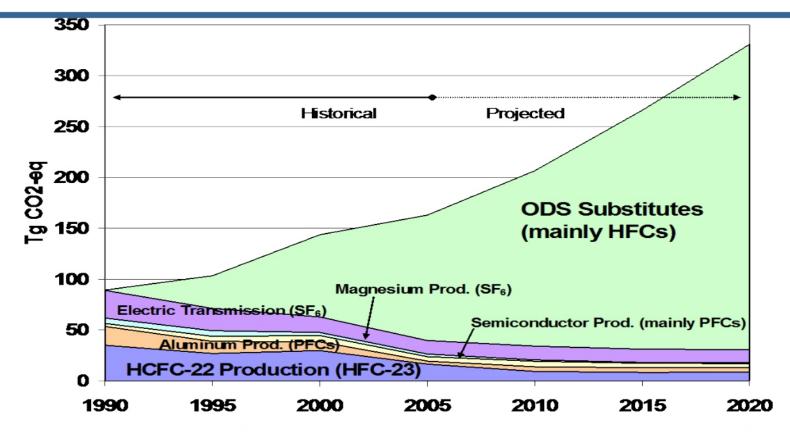
Partnerships Overcome Barriers

- Each program is customized to its industry
- Common strategies and approaches to address barriers:
 - Technology assessment
 - Technical/analytical support
 - Identification of Candidate Sites
 - Cost/Benefit and Financing Information
 - Information Access and Networking
 - Regulatory Assistance
 - Public Recognition





Trends (1990-2020, with Programs)

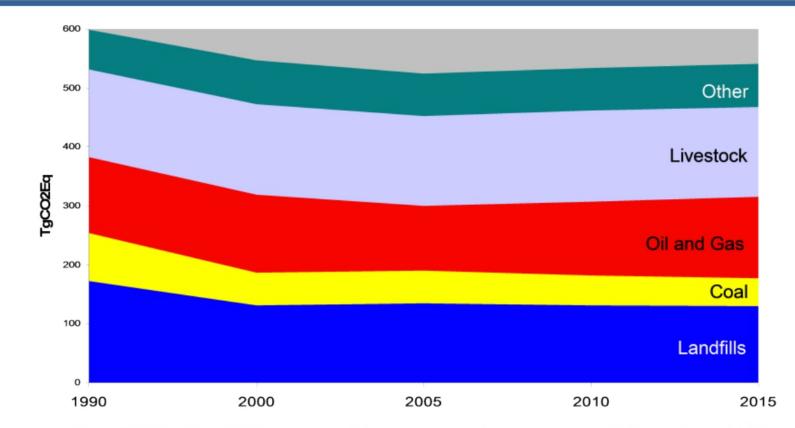


- Emissions from ODS substitutes have risen from zero in 1990 to 123 MtCO2eq today; rise will continue through 2030 as ODS phaseout continues.
- Emissions of HFCs, PFCs, and SF6 from "industrial sources" have fallen by 55%, primarily due to EPA-industry partnership programs.





Trends (1990-2020, with Programs)



- As of 2005, the CH4 partnership programs have successfully reduced US emissions 11% below 1990 levels
- With continued efforts, emissions are expected to remain below 1990 level in spite of economic growth through 2020





Keys to Successful Partnerships

- Strong technical and economic foundation
- Customized programs
- Clear roles and responsibilities and program goals and boundaries
- Extensive expertise of program managers
- Flexible strategies
- Information sharing across industry partners
- Strategy for measuring success
- Recognition





Catalyze Global Reductions

High GWP Gases

- World Semiconductor Council
 - PFCs 10% below 1995 by 2010
- International Aluminum Institute
 - PFCs 80% below 1990 by 2010
- Asia Pacific Partnership Aluminum Task Force
 - Reduce PFC emissions and improve efficiency from aluminum smelting
 - Working in partnership with Australia and China Measurement/ Inventory/ Demonstration/Training
- International Magnesium Association
 - Phase-out SF6 by 2010

Methane

- Methane to Markets
 - Potential to achieve annual reductions of global CH4 emissions totaling 50 MMTCE by 2015





Methane to Markets



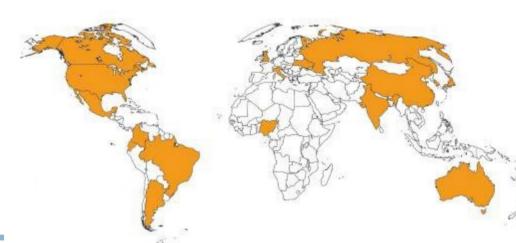
- Encourages development of cost-effective methane recovery and use opportunities in
 - coal mines
 - landfills
 - oil and gas systems and
 - agriculture (manure waste management)
- Private companies, multilateral development banks and other relevant organizations participate by joining the *Project Network*
 - over 650 organizations now participating
- 21 Partner Governments

Argentina Japan
Australia Korea
Brazil Mexico
Canada Nigeria
Colombia Poland
China Russia
European Comm. Ukraine

Ecuador United Kingdom Germany United States

India Vietnam

Italy







US Commitment



- Pledged \$53 million over five years at Partnership launch in 2004. To date:
 - Provided \$18.3 million to support a wide range of projects and activities
 - Leveraged over \$261 million in public and private sector contributions
 - M2M grant solicitation from EPA will be out shortly - up to \$7 million
- Providing significant support to the Partnership through the ASG and technical support in all 4 sectors
 - Providing assistance for methane recovery and use project activities in Argentina, Brazil, China, Colombia, Ecuador, India, Korea, Mexico, Nigeria, Russia, and Ukraine.



 Through 2007, supporting projects that, if fully implemented, will result in estimated annual emission reductions of approximately 9 million metric tons of carbon dioxide equivalent (MMTCO2E)





Concluding Thoughts

- Significant climate and other environmental and energy benefits
- Reduces cost of climate mitigation
- Technologies are available and in demand
- Barriers are being addressed
- Emissions can be reduced rapidly
- Partnership and industry sector approaches are successful and need to play a role in future mitigation efforts